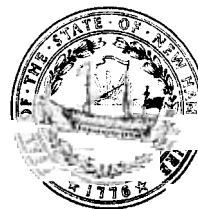




The State of New Hampshire
Department of Environmental Services



Michael P. Nolin
Commissioner

February 2004

Motiva Enterprises
ATTN: Gail Grosbeck
798 Haddonfield/Berlin Road
Cherry Hill, NJ 08034

**NOTICE OF NON-COMPLIANCE and
PERMIT REVOCATION – NCPR # 4-020**

RE NASHUA, SHELL STATION, EXISTING UNDERGROUND STORAGE TANK FACILITY
(UST #A- 0111437) (DES # 200101039)

Dear Mr. Grosbeck:

The New Hampshire Department of Environmental Services ("DES") is hereby notifying you that the above-referenced facility, located at 301 Main Street, Nashua, NH is not in compliance with New Hampshire Code of Administrative Rules Env-Wm 1401, regulating Underground Storage Facilities. On July 21, 2003 a DES inspector conducted a compliance audit at the facility. A written document, describing the deficiencies was provided to the facility representative. This document required the facility be returned to compliance within 45 days, and DES be notified of the corrective measures taken. Compliance has not been achieved. **Failure to achieve compliance with the following deficiencies within 90 days from the date of this Notice of Non-Compliance and Permit Revocation ("Notice") will result in revocation of your Permit-to-Operate on May 11, 2004. This letter contains important compliance and procedural information. Please read it carefully.**

Env-Wm 1401.18 Permanent Closure

During the inspection, a registered 550-gallon, #2 heating oil tank (Tank 9) was not observed. Env 1401.18 requires that an assessment shall be performed to determine if any contamination is present for all closures of tank and piping systems. If this tank has been permanently closed, DES requires that a closure report be submitted for this tank and a new registration form be filed indicating the tank disposition. However, if this tank has not been permanently closed, all applicable documentation must be submitted for this UST system to demonstrate compliance with Env-Wm 1401.

2 Env-Wm 1401.11 Inventory Monitoring

Env-Wm 1401.11 requires inventory monitoring be conducted and inventory records be maintained on motor fuel, hazardous substance and bulk heating oil systems without secondary containment and leak monitoring for both tank and piping. DES has determined that inventory records were not available during the inspection. Inventory monitoring or tightness test results for all UST systems shall be provided to DES.

3. Env-Wm 1401.30 Release Detection for Piping

Env-Wm 1401.30 requires all pressurized piping without secondary containment and leak monitoring to be monitored for releases using groundwater monitoring, soil vapor monitoring, or

an annual line tightness test. A line tightness test shall be conducted on each gasoline UST system and provided to DES.

4. Env-Wm 1401.30 Release Detection for Piping

Env-1401.30 requires records be maintained for line leak detector tests. The DES has determined that the passing annual line leak detector test had not been performed. A passing annual line leak detector test shall be provided the DES.

In addition, Env-Wm 1401.10(a) requires owners of underground storage facilities for oil to maintain financial responsibility for costs associated with cleanup of releases from systems, the implementation of corrective measures, and compensation for third party damages in the amount equal to or greater than \$1,000,000 per occurrence. Env-Wm 1401.10(c) provides that the financial responsibility requirement may be satisfied if the owner is eligible for reimbursement of costs associated with cleanup of releases from the Oil Discharge and Disposal Cleanup Fund ("the Fund"). Eligibility for the Fund is contingent upon achieving and maintaining compliance with statutory (RSA 146-C) and regulatory (Env-Wm 1401) requirement. This facility has not achieved compliance, consequently, the Fund is not available to you as a financial responsibility mechanism.

In accordance with RSA 146-C:4 and Env-Wm 1401.07(a), no person shall own or operate an underground storage facility without a permit issued by DES. Within 30 days from the date of the permit revocation the facility shall be closed in accordance with Env-Wm 1401.18 for permanent closure.

Based on the compliance deficiencies described above, DES believes this facility poses a potential substantial threat to the surface and groundwater of the state. Therefore, in accordance with RSA 146-C:4 and Env-Wm 1401.09, if compliance as requested above is not achieved within ninety (90) days of the date of this Notice your Permit-to-Operate (UST Permit #0111437) shall be revoked effective **May 11, 2004**. Within thirty (30) days of the date of permit revocation all regulated substances must be removed from the UST systems at this facility. If the facility achieves compliance during the ninety (90) day period, it is necessary that documentation be submitted to DES verifying that compliance has been attained.

You have the right to a hearing to contest these allegations before the proposed license action is taken. The hearing would be a formal adjudicative proceeding pursuant to RSA 541-A:31, at which you and any witnesses you may call would have the opportunity to present testimony and evidence as to why the proposed action should not be taken. All testimony at the hearing would be under oath and would be subject to cross-examination. If you wish to have a hearing, one will be scheduled promptly.

RSA 541-A:31 III(e) provides that you have the right to have an attorney present to represent yourself at your own expense. If the Permit is an occupational license, under RSA 541-A:31, III(f) you have the right to request DES to provide a certified shorthand court reporter at your own expense. **Such request must be submitted in writing at least 10 days prior to the proceeding.**

You may waive your right to a hearing. If you waive the hearing, DES is prepared to proceed with the actions as stated above. You should notify DES of your decision by filling out and returning the enclosed form.

NOTICE OF NON-COMPLIANCE and PERMIT REVOCATION – NCPR # 04-020
February 11, 2004
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If there are any questions concerning the above, I may be contacted at the Waste Management Division at (603) 271-1165.

Sincerely,


COPY

Lynn A. Woodard, P.E.

Supervisor

Oil Compliance and Initial Response Section

CERTIFIED MAIL # 7000 1670 0000 0584 4882

cc: Michael P. Nolin, Commissioner
Mark Harbaugh, DES Legal Unit
Fred McGarry, P.E., Chief Engineer, WMD
George Lombardo, P.E., WMD
Tom Beaulieu, WMD
Health Officer, City of Nashua